LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

200 W. Washington, Suite 301 Indianapolis, IN 46204 (317) 233-0696 http://www.in.gov/legislative

FISCAL IMPACT STATEMENT

LS 6831 NOTE PREPARED: Jan 8, 2013

BILL NUMBER: HB 1172 BILL AMENDED:

SUBJECT: Interlocal Cooperation Agreements.

FIRST AUTHOR: Rep. Heuer BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: X GENERAL IMPACT: State & Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> The bill provides that the law regarding interlocal cooperation may be cited as the Interlocal and Intergovernmental Cooperation and Efficiency Act.

It provides that unless otherwise prohibited by law, interlocal cooperation agreements may be entered into for any lawful purpose, including:

- (1) to implement the modernization, reform, consolidation, reorganization, and efficiency recommendations included in the 2007 report of the Indiana Commission on Local Government Reform; and
- (2) to share or coordinate responsibilities, costs, and resources to more efficiently carry out governmental functions.

Effective Date: July 1, 2013.

Explanation of State Expenditures: The Office of the Attorney General may incur minimal additional costs to review certain interlocal cooperation agreements in 45 days, rather than the 60 days allowed in current law. The actual cost is indeterminate and will depend on the workload of the Attorney General's Office.

Background: The Attorney General's Office does not review an interlocal agreement that:

- 1) involves only Indiana political subdivisions or an Indiana political subdivision and a public instrumentality or corporate body;
- 2) is approved by the fiscal body of each party; and
- 3) delegates to the treasurer or disbursing officer of one of the parties all of the accounting

HB 1172+ 1

responsibilities.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Office of the Attorney General.

<u>Local Agencies Affected:</u> Local units entering interlocal agreements.

<u>Information Sources:</u> Indiana Commission on Local Government Reform, *Streamlining Local Government*, December 2007, accessed at http://indianalocalgovreform.iu.edu/.

Fiscal Analyst: Karen Firestone, 317-234-2106.

HB 1172+ 2